

stocks

Growth and Income
Stock Fund

cash investments

balanced

BONDS

Vanguard®

Total Stock Market Index Fund

Admiral™ Shares

Investment Objective

Vanguard Total Stock Market Index Fund seeks long-term growth of capital and income.

Investment Strategy

The fund attempts to track the investment results of the Wilshire 5000 Total Market Index, an unmanaged index that covers all regularly traded U.S. stocks. Because it is not practical or cost-effective to own all the more than 7,000 stocks that make up the index, the fund invests in a large sampling of stocks that match certain characteristics of the index (such as industry weightings, market capitalization, and dividend yield). The fund remains fully invested in stocks at all times and its management does not speculate on the direction of the index.

See reverse side for Fund Profile.

Who Should Invest

- Investors seeking long-term growth of capital.
- Investors seeking the broadest exposure to the U.S. stock market.
- Investors with a long-term investment horizon (at least five years).

Who Should Not Invest

- Investors unwilling to accept significant fluctuations in share price.
- Investors seeking significant dividend income.

Assets: \$3,958,306,241

Expenses: 0.15%*

Ticker Symbol: VTSAX

Newspaper Listing: TotStAdml

Inception: November 13, 2000

Overall Risk Level:



Total Returns for Periods Ended June 30, 2002**

	Year to Date	1 Year	3 Years	5 Years	10 Years	Since Inception
Total Stock Market Index Fund Admiral Shares (11/13/2000)	-11.86%	-16.71%	—	—	—	-15.15%
Wilshire 5000 Index***	-11.77%	-16.62%	—	—	—	-15.17%

Total Stock Market Index Fund Investor Shares (4/27/1992)†	-11.85%	-16.76%	-8.08%	3.60%	—	10.87%
Wilshire 5000 Index	-11.77%	-16.62%	-8.23%	3.55%	—	11.04%

*For most recent fiscal year.

**Figures for periods of less than one year are cumulative returns. All other figures represent average annual returns.

***Wilshire 5000 Total Market Index, an unmanaged measure of stock market performance.

†Since historical performance for Admiral™ Shares is limited, returns are presented for the fund's Investor Shares to provide a longer-term perspective. Performance for the Admiral Shares may be slightly different because of the lower expense ratio.

Vanguard

Total Stock Market Index Fund

Admiral Shares

Fund Profile

As of June 30, 2002

Top Sector Holdings—Stocks

1. Auto & Transportation	2.5%
2. Consumer Discretionary	15.4
3. Consumer Staples	7.6
4. Financial Services	22.5
5. Health Care	13.3
6. Integrated Oils	4.1
7. Materials & Processing	3.9
8. Other Energy	2.1
9. Producer Durables	3.9
10. Technology	12.9
11. Utilities	6.8
12. Other	5.0

Largest Stock Holdings*

1. Microsoft Corp.
2. General Electric Co.
3. ExxonMobil Corp.
4. Wal-Mart Stores, Inc.
5. Pfizer, Inc.
6. Citigroup, Inc.
7. American International Group, Inc.
8. Johnson & Johnson
9. The Coca-Cola Co.
10. International Business Machines Corp.

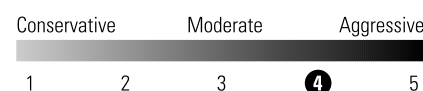
Top Ten as % of Total Net Assets 18.7%

*Fund holdings are subject to change.

A Few Words About Risk

When investing in stock funds, short-term losses (or gains) are common, largely as a result of sudden movements in stock prices as views change about the economy and individual companies. However, over extended periods the market's ups have tended to outweigh its downs. There is no guarantee this

Overall Risk Level:



will continue. Usually, the longer you hold your investments, the lower your chances of losing money.

Investment Terms

Dividends: Payments made by companies to investors in their stock. The payments typically depend on economic conditions and the company's financial health.

Expenses: The costs of running a fund, expressed as a percentage of the fund's assets. For example, a fund may have expenses that total 0.30% (less than half of 1%) of its assets.

Index Funds: Mutual funds that try to track as closely as possible the performance of a target index (e.g., a large group of U.S. stocks, foreign stocks, or bonds). Index funds may invest in all or a representative sampling of the stocks included in the target index.

Market Risk: The chance that the value of an investment will change because of rising (or falling) stock or bond prices.

Mutual Fund: An investment company that combines the money of thousands of people and invests it in a number of securities (stocks, bonds, cash) to achieve a specific objective over time.

Total Return: The change in the value of an investment, plus any income from interest or dividends. The standard measure of a mutual fund's performance.

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Performance figures include the reinvestment of all dividends and any capital gains distribution. All returns are net of expenses. Return figures reflect past performance, which is no guarantee of future results. The investment return and principal value will fluctuate. An investor's shares, when redeemed, may be worth more or less than the original cost.

Vanguard funds are offered by prospectus only. Prospectuses contain more complete information on risks, advisory fees, distribution charges, and other expenses and should be read carefully before you invest or send money. Prospectuses can be obtained directly by writing to The Vanguard Group, P.O. Box 2900, Valley Forge, PA 19482-2900; calling 1-800-523-1188; or visiting www.vanguard.com.